

STATE BONDING FUND
INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2007

	November-07				October-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Quarter	FYTD	FY07	Ended	Ended
		Policy	Net ROR			Policy	Net ROR			Policy	Net ROR		Net	Net	6/30/2007	6/30/2007
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	71,218	2.7%	2.8%	-3.72%	74,007	2.7%	2.8%	2.29%	74,953	2.8%	2.8%	0.38%	-1.14%	21.84%	13.35%	N/A
Total Structured Growth	71,218	2.7%	2.8%	-3.72%	74,007	2.7%	2.8%	2.29%	74,953	2.8%	2.8%	0.38%	-1.14%	21.84%	13.35%	10.94%
Russell 1000 Growth				-3.68%				3.40%				4.21%	3.79%	19.04%	8.70%	9.28%
<i>Structured Value</i>																
LSV	70,114	2.6%	2.8%	-5.03%	73,865	2.7%	2.8%	0.06%	73,074	2.7%	2.8%	-0.89%	-5.82%	23.77%	19.00%	16.55%
Russell 1000 Value				-4.89%				0.01%				-0.24%	-5.11%	21.87%	15.93%	13.31%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	147,645	5.5%	5.6%	-3.42%	152,997	5.6%	5.6%	2.65%	149,216	5.6%	5.6%	0.24%	-0.62%	21.27%	13.46%	N/A
Russell 1000				-4.26%				1.74%				1.98%	-0.66%	20.43%	12.34%	
<i>S&P 500 Enhanced Index</i>																
Westridge	159,182	6.0%	5.6%	-4.10%	170,531	6.3%	5.6%	1.67%	165,370	6.2%	5.6%	2.18%	-0.36%	21.12%	11.98%	N/A
S&P 500				-4.18%				1.59%				2.03%	-0.68%	20.59%	11.68%	
<i>Index</i>																
State Street	43,724			-4.50%	45,749			-0.10%	45,313			-0.80%	-5.35%	21.82%	12.34%	11.08%
Total 130/30	43,724	1.6%	1.9%	-4.50%	45,749	1.7%	1.9%	-0.10%	45,313	1.7%	1.9%	-0.80%	-5.35%	21.82%	12.34%	11.08%
S&P 500				-4.18%				1.59%				2.03%	-0.68%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	491,884	18.4%	18.8%	-4.01%	517,149	19.0%	18.8%	1.66%	507,926	19.0%	18.8%	0.62%	-1.81%	21.86%	13.76%	12.22%
S&P 500				-4.18%				1.59%				2.03%	-0.68%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	80,342	3.0%	3.1%	-7.88%	87,347	3.2%	3.1%	2.53%	85,169	3.2%	3.1%	-3.66%	-9.00%	18.39%	13.70%	14.37%
Russell 2000 + 200bp				-7.01%				3.04%				-2.60%	-6.68%	18.76%	15.72%	16.16%
<i>Enhanced</i>																
Research Affiliates	76,346	2.9%	3.1%	-7.18%	82,206	3.0%	3.1%	1.19%	81,205	3.0%	3.1%	N/A	N/A	N/A	N/A	N/A
Russell 2000				-7.18%				2.87%				-3.09%	-7.47%			
TOTAL SMALL CAP DOMESTIC EQUITY	156,688	5.9%	6.3%	-7.54%	169,552	6.2%	6.3%	1.88%	166,374	6.2%	6.3%	-4.98%	-10.49%	18.39%	13.70%	14.37%
Russell 2000				-7.18%				2.87%				-3.09%	-7.47%	16.44%	13.45%	13.88%
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	109,795	4.1%	4.0%	-4.11%	114,259	4.2%	4.0%	4.38%	107,829	4.0%	4.0%	0.61%	0.70%	25.99%	21.19%	14.89%
LSV	103,878	3.9%	4.0%	-6.91%	111,688	4.1%	4.0%	2.93%	109,462	4.1%	4.0%	-3.37%	-7.41%	31.24%	N/A	N/A
Total Large Cap - Active	213,673	8.0%	8.0%	-5.49%	225,947	8.3%	8.0%	3.65%	217,291	8.1%	8.0%	-1.43%	-3.44%	28.57%	22.95%	18.43%
MSCI EAFE - 50% Hedged				-3.67%				3.25%				0.11%	-0.43%	26.94%	22.55%	15.71%
<i>Small Cap - Value</i>																
DFA	25,314	0.9%	1.0%	-8.12%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lazard	0	0.0%	0.0%	N/A	27,279	1.0%	1.0%	6.00%	26,592	1.0%	1.0%	-3.92%	N/A	21.03%	20.93%	N/A
Total Small Cap Value	25,314	0.9%	1.0%	-8.12%	27,279	1.0%	1.0%	6.00%	26,592	1.0%	1.0%	-3.92%	-6.42%	21.03%	20.93%	N/A
Citigroup Broad Market Index < \$2BN				-6.90%				4.70%				-0.66%	-3.16%	28.58%	26.34%	
<i>Small Cap - Growth</i>																
Vanguard	25,695	1.0%	1.0%	-8.06%	27,946	1.0%	1.0%	5.96%	26,023	1.0%	1.0%	-1.48%	-4.02%	31.00%	28.08%	N/A
Citigroup Broad Market Index < \$2BN				-6.90%				4.70%				-0.66%	-3.16%	28.58%	26.34%	
TOTAL INTERNATIONAL EQUITY	264,682	9.9%	10.0%	-6.00%	281,172	10.4%	10.0%	4.10%	269,907	10.1%	10.0%	-1.70%	-3.81%	28.02%	23.43%	17.15%
MSCI EAFE - 50% Hedged				-3.67%				3.25%				0.11%	-0.43%	26.94%	22.55%	15.71%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	448,672	16.8%	17.1%	0.67%	445,898	16.4%	17.1%	0.95%	439,212	16.4%	17.1%	1.87%	3.54%	7.29%	4.44%	5.64%
Lehman Aggregate				1.80%				0.90%				2.84%	5.63%	6.12%	3.98%	4.48%
<i>Mortgage Backed</i>																
Hyperion	119,188	4.5%	4.4%	-2.25%	122,216	4.5%	4.4%	0.28%	119,544	4.5%	4.4%	-1.78%	-3.71%	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				1.73%				1.33%				3.88%	7.08%			
<i>Core Plus/Enhanced</i>																
Clifton Group	130,483	4.9%	4.4%	2.86%	126,777	4.7%	4.4%	0.80%	124,007	4.6%	4.4%	4.41%	8.26%	5.52%	N/A	N/A
Prudential	124,192	4.7%	4.4%	0.91%	123,591	4.6%	4.4%	0.86%	120,714	4.5%	4.4%	1.95%	3.76%	N/A	N/A	N/A
Total Core Plus/Enhanced	254,676	9.5%	8.8%	1.90%	250,368	9.2%	8.8%	0.83%	244,721	9.1%	8.8%	3.18%	6.01%	5.95%	N/A	N/A
Lehman Aggregate				1.80%				0.90%				2.84%	5.63%	6.12%		
<i>Index</i>																
Bank of ND	224,319	8.4%	7.7%	2.10%	219,719	8.1%	7.7%	0.84%	218,634	8.2%	7.7%	3.09%	6.15%	5.45%	2.92%	4.32%
Lehman Gov/Credit (1)				1.98%				0.91%				3.01%	5.99%	6.00%	3.04%	4.35%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	445,855	16.7%	17.1%	1.00%	441,371	16.3%	17.1%	1.16%	433,385	16.2%	17.1%	1.48%	3.69%	7.93%	4.86%	6.59%
Lehman US Credit BAA				0.31%				1.46%				1.67%	3.47%	7.54%	4.47%	6.59%
TOTAL DOMESTIC FIXED INCOME	1,492,710	55.9%	55.0%	0.95%	1,479,573	54.5%	55.0%	0.92%	1,455,495	54.4%	55.0%	1.84%	3.76%	7.11%	3.89%	5.04%
Lehman Aggregate (2)				1.80%				0.90%				2.84%	5.63%	6.12%	4.13%	4.87%
CASH EQUIVALENTS																
Bank of ND	264,503	9.9%	10.0%	0.31%	268,482	9.9%	10.0%	0.36%	277,473	10.4%	10.0%	1.24%	1.92%	5.36%	4.10%	3.00%
90 Day T-Bill				0.47%				0.30%				1.34%	2.11%	5.21%	3.78%	2.76%
TOTAL BONDING FUND	2,670,467	100.0%	100.0%	-1.31%	2,715,929	100.0%	100.0%	1.39%	2,677,175	100.0%	100.0%	0.63%	0.69%	12.43%	8.06%	8.32%
POLICY TARGET BENCHMARK				-0.56%				1.33%				1.92%	2.69%	11.30%	7.64%	7.64%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.